



Grand Venture Technology Limited

(Company Registration Number 201222831E)

NEWS RELEASE

GRAND VENTURE TECHNOLOGY EXPANDS MANUFACTURING CAPACITY WITH 3RD FACILITY ACQUISITION IN MALAYSIA IN TWO YEARS

- ✓ Creation of Malaysia manufacturing hub by amalgamating latest acquisition with existing adjoining facilities
- ✓ Expansion strategy to help meet anticipated demand growth from existing and potential new customers

Singapore, 5 January 2022 – Mainboard-listed **Grand Venture Technology Limited** (杰纬特科技有限公司, “GVT”, or the “Company”), a homegrown precision manufacturing solutions provider, is set to create its integrated manufacturing hub in Malaysia following its latest acquisition of a manufacturing facility in Penang for RM13.5 million (S\$4.4 million) (“Acquisition”). This marks the Company’s third facility acquisition in Malaysia in two years as it gears up to meet the anticipated growth in demand for its services from the semiconductor industry.

Located at the Penang Science Park, the two-storey, 49,000-sq-ft facility occupies a 74,000-sq-ft plot of land (the “Property”) between two other facilities acquired by the Company in February 2020 and March 2021 respectively, and just down the road from its first factory in Malaysia.

Mr Ricky Lee (李添南), Executive Chairman of GVT, said, “We are excited to be starting off the year with this strategic acquisition as we position GVT for the next phase of growth. This latest acquisition is very timely as we have expanded our capabilities and customer base across various industries significantly since our listing in 2019. Having the facilities located next to one another is an added advantage as it enables us to scale up our production activities in an efficient manner.”

Upon taking over the facility, GVT will initiate architectural changes and refurbishments to the facility and amalgamate it with the Company’s existing facilities to form one integrated manufacturing hub in Penang with an aggregate floor area of more than 350,000 sq ft. Collectively, the facilities will provide a complete range of precision machining, sheet metal fabrication, complex assembly and testing services, as well as cleanroom facilities, for the manufacture of semiconductor OEM equipment.

The purchase price was arrived at on a willing buyer and willing seller basis, and took into account prevailing market conditions, the Company's strategic considerations and an independent preliminary valuation of the property at RM12.0 million (S\$3.9 million) as at 4 October 2021. GVT had consulted PA International Property Consultants (Penang) Sdn Bhd for a preliminary valuation based on cost and comparison against similar property transactions. The purchase price will be funded via GVT's internal resources and bank borrowings. It will be paid in the form of a 10% upfront deposit, with the balance payable upon obtaining regulatory consents.

Having raised over S\$51 million through private placements in 2021, GVT has significantly strengthened itself financially and in terms of operational capabilities in the past year. Apart from expanding its Penang capacity, the Company is also in the process of completing its acquisition of China-based precision engineering company Dragon Tech (Suzhou) Co., Ltd, and Malaysia-based Formach Asia Sdn Bhd, a precision sheet metal manufacturer in Johor. The acquisition of the companies is expected to enable GVT to penetrate the medical diagnostics and aerospace sectors, while strengthening its competitive position in the semiconductor and life sciences industries.

Rule 1006(a), 1006(b), 1006(d) and 1006(e) of the SGX-ST Listing Manual are not applicable to the Acquisition. The relative figures computed on the bases set out in Rule 1006(c) amount to less than 5%. Hence, the Acquisition is classified as a Non-discloseable Transaction.

None of the Directors and their respective associates, and to the best of knowledge of the Directors, none of the substantial shareholders of the Company and their respective associates has any interest, direct or indirect, in the Acquisition, other than through their respective directorships and/or shareholding interests, if any, in the Company.

About Grand Venture Technology Limited (“GVT”)

Founded in 2012, GVT is a fast-growing and trusted solutions and services provider for the manufacture of complex precision machining and sheet metal components and mechatronics modules. Its manufacturing plants in Singapore, Penang (Malaysia) and Suzhou (China) are backed by the latest automated manufacturing technologies, Class 10,000 cleanroom facilities and a certified quality management system. The Group’s highly experienced and dedicated team of engineering talent serves a strong global network of established partners and suppliers with a wide range of engineering, assembly, testing and product life cycle management solutions. Its ISO13485:2016 certification bears further testament of its ability to consistently meet applicable regulatory requirements for the manufacture of medical devices.

GVT’s portfolio of customers hail from the semiconductor, electronics, analytical life sciences, medical and industrial automation industries, and represent some of the largest OEMs in their respective markets. GVT is listed on the Singapore Exchange Mainboard. Visit <http://www.gvt.com.sg> for more information.

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